# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## **FISCAL NOTE**

## SB 1577 - HB 1705

March 11, 2009

**SUMMARY OF BILL:** Authorizes an exemption for local governments from the requirement to competitively bid construction management services and instead use the Request for Proposal process. Construction managers must be licensed contractors in Tennessee and must bid out any construction work coordinated under them.

#### **ESTIMATED FISCAL IMPACT:**

Increase State Expenditures - Not Significant

Increase Local Expenditures - Not Significant

Assumptions:

- The Department of Commerce and Insurance will not have a significant increase in expenditures for rule-making.
- The change in the contracting process will not make contracts less competitive. As a result, the increase in local government expenditures is estimated to be not significant.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/kmc